## UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF NEW YORK

CONSUMER FINANCIAL PROTECTION BUREAU, et al.

Plaintiffs,

Case No. 1:24-cv-00040-EAW-MJR

VS.

STRATFS, LLC (f/k/a STRATEGIC FINANCIAL SOLUTIONS, LLC), et al.

Defendants, and

STRATEGIC ESOP, et al.,

Relief Defendants.

## NOTICE OF RECEIVER'S MOTION FOR AN ORDER TO SHOW CAUSE WHY RECEIVERSHIP DEFENDANT FIDELIS LEGAL SUPPORT SERVICES, LLC AND RELIEF DEFENDANT CAMERON CHRISTO SHOULD NOT BE HELD IN CIVIL CONTEMPT

Moving Party: Receiver, Thomas W. McNamara

Nature of Action: Consumer Fraud

Directed To: Receivership Defendants and Plaintiffs

Date and Time: As soon as practicable.

Place: Robert H. Jackson United States Courthouse

2 Niagara Square, Buffalo, New York 14202

Supporting Papers: Memorandum of Law; Declaration of Alexander D. Wall

with attached exhibits.

Answering Papers: To be filed on schedule as determined by the Court. The

Receiver intends to file a reply.

Relief Requested: An order (1) holding both Cameron Christo ("Christo") and

Fidelis Legal Support Services, LLC ("Fidelis") in contempt of the TRO and PI; (2) requiring Christo and Fidelis to cooperate immediately and completely with the Receiver, including turning over to the Receiver all Assets and corporate records of Fidelis and the Bush Lake Trust,

turning over control of all business operations of Fidelis to the Receiver (so he can determine which operations can continue to be operated lawfully and profitably), and providing a complete financial accounting of Fidelis and Bush Lake Trust, including all financial transactions by Fidelis and Bush Lake Trust, including all transfers to or from third parties; (3) imposing a fine on Christo individually of \$1,000 per day for every day of noncompliance; (4) holding Christo individually and jointly responsible, along with Blust, for all fees and costs incurred by the Receiver in connection with Fidelis's Motion Challenging the Receiver's Determination that Fidelis is a Receivership Defendant (the "Fidelis Motion"); and (5) holding Christo jointly and severally liable, along with Blust, for costs and fees incurred by the Receiver in connection with the Blust contempt motion.

Grounds for Relief:

This Court's Preliminary Injunction, including Section

XIII.B.

Oral Argument:

As Christo, Jason Blust, and Michelle Hinds Gallagher have invoked their Fifth Amendment rights with respect to the Fidelis Motion and Blust Contempt Motion, the Receiver submits that no further evidentiary hearing is necessary regarding this motion. The Court can award the relief sought based on the evidence already before the Court, including the sworn testimony at the evidentiary hearing of January 23-24, 2025 and Receiver's and parties' submissions.

Dated: February 5, 2025

## MCNAMARA SMITH LLP

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